RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

OIL & GAS DOCKET NO. 20-0289551

IN RE: P-5 ORGANIZATION REPORT OF CAMOIL, INC.

FINAL ORDER

The Commission finds that after notice and an opportunity for hearing regarding the captioned matter, the Operator failed to request a hearing and pay the hearing fee as required by 16 Tex. Admin. Code §3.15(g)(4) and Tex. Nat. Res. Code §89.022(f). This matter having been duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas, the Commission makes the following findings of fact and conclusions of law.

FINDINGS OF FACT

- 1. Camoil, Inc. [Operator #127449] (the "Operator"), is the record operator or one or more inactive wells in the State of Texas and is required to file Organization Report (Form P-5) with the Commission. Operator's most recent P-5 was due on or before January 1, 2013.
- 2. After filing its most recent Organization Report (Form P-5) with the Commission, the Operator was notified they were deficient and had failed to comply with the requirements of 16 Tex. Admin. Code § 3.15 (Surface Equipment Removal Requirements and Inactive Wells) and provided with a written statement of the reasons for the determination and allowed ninety (90) days from the date its P-5 was due to comply with the requirements of 16 Tex. Admin. Code § 3.15 and Tex. Nat. Res. Code §§89.021 89.030.
- 3. After the expiration of ninety (90) days and pursuant to 16 Tex. ADMIN CODE §3.15(g)(4), an authorized Commission employee determined that the Operator's Organization Report still could not be renewed because the Operator continued to fail to comply with the requirements of 16 Tex. ADMIN. Code §3.15 (Surface Equipment Removal Requirements and Inactive Wells).
- 4. The Commission sent the Operator a letter by certified mail giving notice to the Operator of the determination of continued non-compliance regarding specified inactive wells, attached as Exhibit A to this order, and advising the Operator of the right to request a hearing to show compliance. The letter notified the Operator that the hearing request must be received in docket services no later than 30 days after the date of the letter. The letter also notified the Operator that a final order denying renewal of the Operator's Organization Report (Form P-5) would result in the cancellation of all P-4 Certificates of Compliance and the severance of all pipeline or other carrier connections.

- 5. All notices and letters from the Commission to the Operator on this matter were addressed and mailed to the Operator's most recently reported address on the Form P-5 Organization Report.
- 6. The Operator did not timely request a hearing and pay the hearing fee on these issues as required under 16 Tex. ADMIN. CODE §3.15(g)(4) (Surface Equipment Removal Requirements and Inactive Wells).
- 7. Statewide Rule 15 (16 Tex. ADMIN. CODE §3.15) is a Commission rule that relates to safety or the prevention or control of pollution.

CONCLUSIONS OF LAW

- 1. The Operator received proper notice and an opportunity for hearing regarding compliance with 16 Tex. Admin. Code §3.15 and Tex. Nat. Res. Code §§89.021 89.030.
- 2. All things necessary to the Commission attaining jurisdiction over the subject matter and the parties in this matter have been performed or have occurred.
- 3. The Operator is in violation of Commission Statewide Rule 15 and did not timely request a hearing to contest the determination that it was in violation.
- 4. The Operator's P-5 Organization Report should not be renewed and all of the Operator's P-4 Certificates of Compliance should be cancelled, with all related pipeline or other carrier connections severed. 16 Tex. Admin. Code §3.15 (g)(4) and Tex. Nat. Res. Code §§89.022(f), 91.704 91.706.
- 5. The Operator's P-5 Organization Report cannot be renewed until the operator brings the inactive wells shown on the attached Exhibit A into compliance with the requirements of 16 Tex. Admin. Code §3.15 and Tex. Nat. Res. Code §§89.021 89.030.

IT IS ORDERED that renewal of Camoil, Inc.'s P-5 Organization Report is hereby DENIED.

It is further ORDERED that all P-4 Certificates of Compliance issued to Camoil, Inc. as operator of record are hereby CANCELLED and all related pipeline or other carrier connections are hereby SEVERED.

It is further ORDERED that Camoil, Inc. shall bring the wells on Exhibit A into compliance with Statewide Rule 15 (16 Tex. ADMIN. Code §3.15) and that the Operator's P-5 Organization Report shall not be renewed until the wells on Exhibit A have been brought into compliance as required by this order.

It is further ORDERED that Camoil, Inc. and each person who held a position of ownership or control in the Operator at the time the Operator's most-recent P-5 Organization Report was filed shall be subject to the terms of Tex. Nat. Res. Code §91.114.

It is further ORDERED by the Commission that this order shall not be final and effective until 20 days after a party is notified of the Commission's order. A party is presumed to have been notified of the Commission's order three days after the date on which the notice is actually mailed. If a timely motion for rehearing is filed by any party at interest, this order shall not become final and effective until such motion is overruled, or if such motion is granted, this order shall be subject to further action by the Commission. Pursuant to Tex. Gov't. Code §2001.146(e), the time allotted for Commission action on a motion for rehearing in this case prior to its being overruled by operation of law, is hereby extended until 90 days from the date the parties are notified of the order.

All requested Findings of Fact and Conclusions of Law which are not expressly adopted herein are **DENIED**. All pending motions and request for relief not previously granted or granted herein are **DENIED**.

RAILROAD COMMISSION OF TEXAS

(Signatures affixed by Rule 15 Inactive Well Master Order dated June 17, 2014.)

Well Number API Number District ID Number Lease Name 2 MOEBES, LEONA K 089 00053 03 164973 No approved W-3X on file 3D MOEBES, LEONA K. 05072 089 00971 03 No approved W-3X on file 2 THOMAS, J. R. 205819 089 31299 03 No approved W-3X on file 3 MATTHEWS "E" 104511 089 31323 03 No approved W-3X on file 1 22666 **GRODHAUS** 089 31927 03 No approved W-3X on file 1 WEEKS ET AL 169462 089 32077 03 No approved W-3X on file JONES ET AL 1 089 32090 170787 03 No approved W-3X on file 173561 **AMMANN** 1 03 089 32132 No approved W-3X on file STOVALL 1 089 32133 173470 03 No approved W-3X on file 2 089 32218 03 178399 BROYLES, WALTER No approved W-3X on file 1 THOMAS 089 32219 03 No approved W-3X on file BUTLER GAS UNIT 1 089 32474 03 250214 No approved W-3X on file 3 THOMAS 089 32475 03 224959 No approved W-3X on file MCKINNEY, RICKI 123 30275 073103 02 No approved W-3X on file 117081 CARTER, A. J. III 1 123 31381 02 No approved W-3X on file 188206 SCOTT 1 123 31912 02 No approved W-3X on file SCOTT 1 02 192653 123 31912 No approved W-3X on file 02 GOFF MINERAL TRUST 184459 239 33139 02 No approved W-3X on file 1 285 32070 02 135474 ALLEN

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No approved W-3X on file

Exhibit A

CAMOIL,	INC		9	S Comments	Page:
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API	Number Di	strict	ID Number	Lease Name	Well 1	Number
285	32128 No approved		140819 file	ALLEN		1A
285	33028 No approved		200164 file	BORCHERS F	:	14
469	00065 No approved		148215 file	FRIAR, A.		5
469	00922 No approved		064284 file	WEST, JOHN		1
469	30121 No approved	02 W-3X on	151159 file	SMAJSTRLA UNIT		1R
469	30348 No approved		152585 file	FRIAR, A.	ø	7
469	31345 No approved		088602 file	WEST		1
469	31919 No approved			FRIAR, THOMAS		1
469	32465 No approved			FRIAR, THOMAS		2
469	32649 No approved	02 1 W-3X on	07472 file	SMAJSTRLA UNIT		2
469	32672 No approved			SMAJSTRLA UNIT		3
481	03234 No approved	03 1 W-3X on	02612 file	COCKBURN OIL CORP.		6A
481	03705 No approved			COCKBURN OIL CORP.		10
481	33379 No approve	03 1 W-3X or	138605 i file	PATOS, INC.		2
481	33770 No approve		154194 n file	KNIGHT		1
481	33859 No approve		158771 n file	SCHOELMAN, EVELYN		1
481	33866 No approve		158752 n file	SCHOENFIELD, TED		1
481	. 80278 No approve	03 d W-3X or	042692 n file	COCKBURN OIL CORPORATION		7

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Exhibit A